

# FISCAL NOTE

## SB 1328 - HB 1368

February 27, 2005

**SUMMARY OF BILL:** Requires that municipal electric plants serving multiple counties, but whose operations are based outside of a county which represents more than 50% of the customers served, appoint four board members from the county with the majority of customers.

### ESTIMATED FISCAL IMPACT:

**Increase Local Govt. Expenditures – Exceeds \$100,000 /Permissive  
Less than \$100,000/Mandatory\***

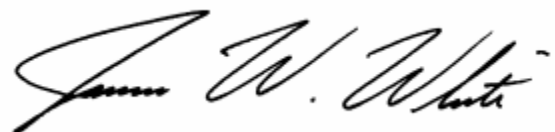
Assumptions:

- The additional board members would receive reimbursement for travel and other expenses as well as an allowance for attendance at meetings for each utility system within a particular electrical plant's jurisdiction.
- Board members would be eligible for health insurance and such impact could exceed \$100,000. This increase in expenditures would be permissive for local governments.

\*Article II, Section 24 of the Tennessee Constitution provides that: *no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

### CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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